

State of Utah

Department of **Natural Resources**

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

Representatives Present During the Inspection:					
Company	Kit Pappas Manager of Environmental/Engineering				
OGM	Karl Houskeeper Environmental Scientist III				

Inspection Report

Permit Number:	C0070020 PARTIAL			
Inspection Type:				
Inspection Date:	Friday, September 21, 2007			
Start Date/Time:	9/21/2007 9:30:00 AM			
End Date/Time:	9/21/2007 1:30:00 PM			
Last Inspection:	Friday, August 24, 2007			

Inspector: Karl Houskeeper, Environmental Scientist III

Weather: Clear, Temp. 75 Deg. F. InspectionID Report Number: 1414

Types of Operations

Accepted by: dhaddock

9/25/2007

Permitee: HIDDEN SPLENDOR RESOURCES INC Operator: HIDDEN SPLENDOR RESOURCES INC

Site: HORIZON MINE

Address: 3266 S 125 W, PRICE UT 84501

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Current Acreages

1,577.00	Total Permitted		
9.50	Total Disturbed		
	Phase I		
	Phase II		
	Phase III		

Mineral Ownership

✓ Federal ✓ Underground State ■ Surface County Loadout Fee Processina ☐ Other Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

Permit Condition #1 states that Hidden Splendor Resources will enter their water monitoring information into the electronic database, EDI. This condition is being met.

Inspector's Signature:

Date

Friday, September 21, 2007

Karl Houskeeper, Environmental Scientist III

Inspector ID Number: 49

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

1594 West North Temple, Suite 1210, PO Box 145801, Salt Lake City, UT 84114-5801 telephone (801) 538-5340 • facsimile (801) 359-3940 • TTY (801) 538-7458 • www.ogm.utah.gov Permit Number: C0070020 Inspection Type: PARTIAL

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- Substantiate the elements on this inspection by checking the appropriate performance standard.
 For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
 Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale	✓		\checkmark	
2.	Signs and Markers	✓		~	
3.	Topsoil	✓			
4.a	Hydrologic Balance: Diversions	V			
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	✓			
4.c	Hydrologic Balance: Other Sediment Control Measures				
4.d	Hydrologic Balance: Water Monitoring	V		✓	
4.e	Hydrologic Balance: Effluent Limitations				
5.	Explosives				
6.	Disposal of Excess Spoil, Fills, Benches	V	✓		
7.	Coal Mine Waste, Refuse Piles, Impoundments	✓	✓		
8.	Noncoal Waste	✓			
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage				
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation				
14.	Subsidence Control				
15.	Cessation of Operations				
16.a	Roads: Construction, Maintenance, Surfacing	✓		~	
16.b	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations				
19.	AVS Check				
20.	Air Quality Permit				
21.	Bonding and Insurance				
22.	Other				

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1. Permits, Change, Transfer, Renewal, Sale

Permit Condition #1 states that Hidden Splendor Resources will enter their water monitoring information into the electronic database, EDI. This condition is being met.

2. Signs and Markers

The mine ID sign was observed at the point of public access to the mine. The sign contained the name of the mine, address, phone number, permit number, and MSHA number.

4.d Hydrologic Balance: Water Monitoring

Second quarter 2007 water monitoring is in the EDI website and has been uploaded. Water monitoring is current. Third quarter 2007 samples have been taken.

16.a Roads: Construction, Maintenance, Surfacing

The county road that provides access to the mine is being re-constructed by Carbon County through Nielson Construction. The road is being widened, stripped, new road base added and will be asphalted.